Statement

SI. No.	Name of the Company	Name of the item in production	Investment (Rs. in lakhs)
J	M/s. Gujarat Themis Bio-Syn. Ltd.	Erythromycin	1000 00 (inv. includes Rifampicin, Cephalexin & Griseofulr vin projects also)
2	M/s. Shrishma Fine Chemicals	Aspirin (Expn.)	50000 (existing).
3	M/s, FDC Pvt. Ltd.	(i) Diazepam (Expn.) (ii) Etophylline	nil
4	M/s. Gujarat Lyka Organics Ltd.	(i) Arnpicillin(Expn.) (ii) Cephalexin Monohydrate (iii) Cophradine	430 00
5	M/s. Unique Chemicals	(i) 2-Methyl Imidazo'c (ii) 2-Methyl 5-Nitro Imidazole (iii) Metronidazole	184 00
6	M/s. Rama Organics Ltd.	Ibuprofen	103.42
7	M/s. Punjab Chemical and Pharmaceuticals Ltd. M/s. Lupin Labs.	Ibuprofen	37.OO
8		Rifampicin	150 00

Manufacturing of drugs through small scale units

993. SHRI R. SAMBASIVA RAO; Will the Minister of INDUSTRY be pleasej to state:

(a) the names of the drug companies which have introduced their products during the last three years, yearwise, after getting them manufactured from small scale units alongwith names and com-position of each;

(b) what is the price at which each is being sold alongwith the price fixed by his Ministry of other brands having same composition;

(c) the names ,of the products based on imported bulk drugs;

(d) whether it is a fact that these small scale units are importing bulk drugs eithetr from principals or associates of the companies who are marketing those products;

(e) whether it is also a fact that these companies are importing bulk drugs at much higher price than the international price;

(f) whether his Ministlry has any arrangement of monitoring such activities of transfer of pricing and overinvoicmg; and

(g) if so, what are the details thereof along with the instances which have come to their notice?

THE MINISTER OF STATE IN THE DEPARTMENT OF CHEMICALS AND PETRO-CHEMICALS IN THE MINISTRY OF INDUSTRY (SHRI R. K. JAICHANDRA SINGH)., (a) to (g) Instance, of some companies marketing their flro-ducts at their own prices after getting them manufactured from small scale units Who aire exempted from price control under the DPCO, 1979 have come to *the* notice of the Gove-rnment. Such companies are free to do so under the DPOO, 1979. The other details called for in the question are quite voluminous and arc nre not readily available. Time and effort; required for collection of these will not

be commensurate with the results likely to be achieved.

Profitability of formulators

994. SHRI R. SAMBASIVA RAO: Will the Minister of INDUSTRY be plea-sed to state,

(a) whether it is a fact that his Ministry did not study the profitability of individual formulators according to DPCO 1979;

(b) whether it is also a fact that due j to non-study of profitability, most of the provisions of 1979 Drugs Price Control Order have not been implemented, price revisions linked profitability have not been granted and Government are not aware of irregularities/adjustments carried Dut by producers to depress their profits is well as the drug industry about decline)f profit cannot be accepted without mowing the reasons;

(c) whether t is also a fact that his Ministry has proposed abolition of overall vrofitability; and

(d) if so, in the absence of profitabili-y study, what system has been proposed a the measures to know the cases in-olving irregularities, adjustments, trans-Er of pricing, overin voicing, actual pro-ts and the methods of siphoning of rofits by the Drug Industry?

THE MINISTER Op STATE IN THE IEPARTMENT OF CHEMICALS AND ETROLEUM-CHEMICALS IN THE INISTRY OF INDUSTRY (SHRI R. K. AICHANDRA SINGH): (a) and (b) As result of study of from 6 returns sub-utted by various companies, M|s. War-er Hindustan and Infar (India) were ound to have exceeded the permissible mits. Necessary action for adjusting the rices of formulations has already been ken.

(c) and (d) New Drug Price Control rder has not yet been announced by the overnment.

Regiilarisation of unauthorised production Of formulations

995. SHRI R. SAMBASIVA RAO: Will the Minister of INDUSTRY be pleased to state:

(a) whether it is a fact that undc 6.13 of the new measures, his Ministry has proposed to regularise unauthorised . production of formulation's;

of the formulations are vitamins prepara- othcr non jjseless medicines;

(c) if so, what are the names of those medicines Which fall unde-r categories III rind IV of Drugs Price Control Order. 1979;

(d) what was the sales turn over of such products of each company whose production is being regularised.

(e) what are the ireasons for general regularisation of unauthorised production;

(f) whether it is also a fact that no study of individual cases has been done before such regularisation; and

(g) the dadoes of bulk drugs for which unauthorised production is regularised alongwith category and production of each during the last three years, yearwise?

THE MINISTER OF STATE IN THE DEPARTMENT OF CHEMICALS AND PETRO-CHEMICALS IN THE MINISTRY OF INDUSTRY ,(SHRI R. K. JAICHANDRA SINGH): (a) Yes, Sir.

(b) No, Sir.

(c) Does not arise.

(d) Such details aire not available with this Department.

(e) and (f) An Inter-Ministerial Working Group was set up in 1982 to examine fee question relating to production of drugs without valid industrial approvals and to suggest possible line of action that may be taken. Details of measures for rationalisation, quality control and growth of pharmaceautical industry of India, giving rationale of each of the decision have